

**JBC STAFF FISCAL ANALYSIS
HOUSE APPROPRIATIONS COMMITTEE**

CONCERNING THE ALLOWABLE USES OF RECLAIMED DOMESTIC WASTEWATER, AND, IN CONNECTION THEREWITH, ALLOWING RECLAIMED DOMESTIC WASTEWATER TO BE USED FOR INDUSTRIAL HEMP CULTIVATION.

Prime Sponsors: Sens. Donovan and Coram
Reps. Esgar and Willett

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Fiscal Impact of Bill as Amended to Date

The most recent Legislative Council Staff Revised Fiscal Note (attached) reflects the fiscal impact of the bill as of 04/19/18.

XXX	No Change: Attached LCS Fiscal Note accurately reflects the fiscal impact of the bill
	Update: Fiscal impact has changed due to <i>new information or technical issues</i>
	Update: Fiscal impact has changed due to <i>amendment adopted</i> after LCS Fiscal Note was prepared
	Non-Concurrence: JBC Staff and Legislative Council Staff disagree about the fiscal impact of the bill

The House Agriculture, Livestock, and Natural Resources Committee Report (04/23/18) includes amendments to the bill, however, Legislative Council Staff and JBC Staff agree that the committee amendments do not change the fiscal impact of the bill.

Amendments in This Packet for Consideration by Appropriations Committee

Amendment	Description
J.002	Staff-prepared appropriation amendment

Current Appropriations Clause in Bill

The bill requires but does not contain an appropriation clause.

Description of Amendments in This Packet

J.002 Staff has prepared amendment **J.002** (attached) to add a provision appropriating a total of \$40,602 General Fund to the Department of Public Health and Environment for FY 2018-19. This provision also states that the appropriation is based on the assumption that the Department will require an additional 0.4 FTE.

Points to Consider

General Fund Impact

The Joint Budget Committee has proposed a budget package for FY 2018-19 based on the March 2018 Office of State Planning and Budgeting revenue forecast. The budget package leaves approximately \$40.8 million General Fund unallocated. Thus, the General Assembly could appropriate up to \$38.3 million General Fund to fund 2018 legislation and maintain a 6.5 percent General Fund reserve. This bill requires a General Fund appropriation of \$40,602 for FY 2018-19, reducing the excess General Fund reserve by \$43,241.

Technical Issues

The required appropriation for this bill is separate and unique from a companion bill, H.B. 18-1053 (Reclaimed Water Use For Marijuana Cultivation), that is currently pending a hearing in the Senate Finance Committee. House Bill 18-1053 does not yet have an appropriations clause. The following table details each bills' required appropriation, per Legislative Council Staff's fiscal analyses:

FY 2018-19 FISCAL NOTE SUGGESTED APPROPRIATION		
	GENERAL FUND	FTE
S.B. 18-038	\$40,602	0.4
H.B. 18-1053	40,602	0.4
Total	\$81,204	0.8